

FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

Daniel Nordby, Esquire Ausley & McMullen, P.A. 123 South Calhoun Street Tallahassee, Florida 32301

JUN 1 7 2010

RE: MUR 6244

Republican Party of Florida and Joel Pate,

in his official capacity as treasurer

Dear Mr. Nordby:

On December 29, 2009, the Federal Election Commission notified your clients, the Republican Party of Florida and Joel Pate, as treasurer, of a complaint alleging violations of certain sections of the Federal Election Campaign Act of 1971, as amended. On May 27, 2010, the Commission found, on the basis of the information in the complaint, and information provided by you, that there is no reason to believe your clients violated the Act in this matter. Accordingly, the Commission closed its file in this matter.

Documents related to the case will be placed on the public record within 30 days. See Statement of Policy Regarding Disclosure of Closed Enforcement and Related Files, 68 Fed. Reg. 70,426 (Dec. 18, 2003). The Factual and Legal Analysis, which explains the Commission's finding(s), is enclosed for your information.

If you have any questions, please contact April Sands, the attorney assigned to this matter, at (202) 694-1650.

Sincerely,

Mark Allen

What all

Assistant General Counsel

Enclosure
Factual and Legal Analysis

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3	MUR 6244	
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5	RESPONDENTS:	Republican Party of Florida and Joel Pate, in
6		his official capacity as treasurer
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8	1. INTRODUCTION	
9	i. INTRODUCT	ION
10	The complaint alleges that lobbyist Richard Heffley and an unnamed collaborator	
11	launched a website on October 27, 2009, that attacked U.S. Senate candidate Marco Rubio, the	
12	Republican primary opponent of Governor Crist at that time. The complaint claims that, because	
13	Mr. Heffley is a "common vendor" for the website, http://truthaboutrubio.com, and for the Crist	
14	Committee, the website is a coordinated communication in violation of the Federal Election	
15	Campaign Act of 1971, as amended ("the Act"). The complaint further alleges that Mr. Heffley	
16	is a paid consultant of the Republican Party of Florida and that he shares office space with the	

II. FACTUAL AND LEGAL ANALYSIS

in his official capacity as treasurer.

The Aet limits the amount that may be contributed to Federal candidates, their authorized committees, and to other political committees, and prohibits candidates and political committees from accepting contributions in violation of those limits. See 2 U.S.C. §§ 441a(a) and 441a(f).

Crist Committee and the Republican Party of Florida. Because it does not appear that any costs

associated with the truthaboutrubio.com website are in-kind contributions, the Commission finds

no reason to believe that the Act was violated by the Republican Party of Florida and Joel Pate,

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§ 100.94.

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The Act also prohibits corporations from making federal political contributions, 2 U.S.C. 1 § 441b. Under the Act and the Commission's regulations, these contributions may take the form 2 3 of money or "anything of value," the latter signifying "in-kind" contributions. See 2 U.S.C. § 431(8)(A)(i) and 11 C.F.R. § 100.52(d)(1). When a person pays for a communication that is 4 coordinated with a candidate or party committee, the communication is considered an in-kind 5 contribution from the person to that candidate or party committee and is subject to the limits. 6 prohibitions and reporting requirements of the Aet, unless exempted under 11 C.F.R. part 100. 7 8 subpart C or E. See 11 C.F.R. § 109.21(b). One of the specific exemptions contained in subpart 9 C is uncompensated internet activity by individuals including, for example, "creating, hosting or

maintaining a website," which is not included in the definition of "contribution." 11 C.F.R.

In general, a payment for a communication is "coordinated" if it is made in cooperation, consultation or concert with, or at the request or suggestion of, a candidate, a candidate's authorized committee or their agents, or a political party committee or its agents. See 2 U.S.C. § 441a(a)(7)(B); 11 C.F.R. §§ 109.21 and 109.37. Commission regulations establish a three-prong test to determine whether a communication is coordinated. All three prongs of the test — payment, content and conduct — must be met for a communication to be deemed coordinated and, thus, an in-kind contribution. The available information indicates that Mr. Heffley created and paid for the website, the costs of which were minimal, and that the Republican Party of Florida did not pay the costs. However, it appears that truthaboutrubio.com fails the content prong of the test for a coordinated communication. To satisfy the content prong, a communication has to be either an "electioneering communication" or a "public"

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- communication," see 11 C.F.R. §§ 109.21(c)(1)-(4) and 109.37(a)(2)(i)-(iii), and this website appears to be neither. Therefore, the content prong is not met, and the truthaboutrubio.com
- 3 website cannot be a coordinated communication, as alleged in the complaint.

Further, the Commission's regulations regarding individual volunteer activity over the internet appear to exempt the costs of the website from the definition of "contribution." The available information indicates that Mr. Heffley served as an unpaid blogger who created the content on the website on his own from previously published materials. The Commission's internet regulations provide that volunteer internet activities by an individual or group of individuals, "acting independently or in coordination with any candidate, authorized committee, or political party committee" is not a contribution by that individual or group of individuals.

11 C.F.R. § 100.94; see also Internet Communications Explanation and Justification, 71 Fed.

Reg. 18589, 18603 (April 12, 2006) (the funds expended by individuals engaging in volunteer internet activities and bloggers to create and maintain websites do not constitute contributions or expenditures, and the websites themselves are not subject to the Commission's eoordination

An electioneering communication is defined as a broadcast, cable or satellite communication that refers to a clearly identified federal candidate and is distributed to the relevant electorate 30 days before the primary election or 60 days before the general election. 11 C.F.R. § 100.29. The website was launched on October 27, 2009, more than 30 days before the primary election date of August 24, 2010. Further, "broadcast, cable, or satellite communication" means a communication that is publicly distributed by a television station, radio station, cable television system, or satellite system. 11 C.F.R. § 100.29. Accordingly, the website is not an electioneering communication.

Nor is http://truthahoutruhio.com a public communication. "Public communication," see 11 C.F.R. §§ 109.21(c)(2)-(4) and 109.37(a)(2)(i)-(iii), is defined as a communication by means of any broadcast, cable, or satellite communication, newspaper, magazine, outdoor advertising facility, mass mailing or telephone bank to the general public, or any other form of general public political advertising, which in turn is defined to exclude communications over the internet except for communications placed for a fee on another person's website.

11 C.F.R. § 100.26. The available information does not suggest that the RPOF paid any fees in connection with truthaboutrubio.com. The RPOF did not disclose any payments to Heffley or to any person described in a manner suggesting the website at issue. Because the available information does not indicate that material was placed on the website for a fee, the website does not appear to be a public communication.

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- rules).² As a result, the Commission finds no reason to believe that the Republican Party of
- 2 Florida and Joel Pate, in his official capacity as treasurer violated the Act in this matter.³

² The complaint alleges that Mr. Heffley launched the website with an "undisclosed collaborator." According to the complaint, Mr. Heffley admitted the existence of a collaborator to a reporter but failed to name him/her. However, even if the undisclosed collaborator exists and is a member of the RPOF, the Commission's regulations still appear to exempt the website activity from the definition of "contribution." See 11 C.F.R. § 100.94.

³ There are broad allegations in the complaint that Mr. Heffley may have used one or both of his corporations, Heffley and Associates, Inc. and Strategic Direction.com, Inc., to pay for http://truthaboutrubio.com, resulting in impermissible corporate contributions. The available information does not suggest any corporate involvement in the website. See 2 U.S.C. § 441b(a).